

September 22, 2015

Mr. Paul Baker Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 Salt Lake City, UT 84114-5801



DIV. OF OIL, GAS & MINING

RE: GEOTECHNICAL REPORT ASSESSING HIGHWAY STABILITY

Dear Mr. Baker:

As requested, Simplot has addressed this letter to update the Division of Oil, Gas & Mining (DOGM) on the status of our geotechnical report assessing highwall stability. We hit a few problems getting this project started, so we're a little behind schedule on our geotechnical drilling and corresponding study/report. One of the issues involved was getting the report stamped by a Utah PE. Without going through all the other issues we wanted to give the DOGM an updated projected schedule.

- Obtaining a Utah PE (3-6 months)
- Mob Drilling Equipment on site
- Drill 7 geotechnical holes
- Laboratory Testing
- Geotechnical Analysis
- Geotechnical Report

- September 22nd December 22nd or March 22nd
- September 24th
- September 25th October 9th
- October 10th October 31st
 November 1st November 14th
- November 15th November 27th

Other than the already long delays in getting a drill rig onsite, The big delay is on the Utah Division of Professional Licensing. They won't commit to how long it will take to gain reciprocity for one of the Call & Nicholas (CNI) principal Engineers. We could have a completed geotechnical report as early as by about mid-December or as late as Mid-March. In either case the geotechnical report should be complete and awaiting the PE's stamp.

We will keep the DOGM informed of any significant changes affecting this updated schedule. Please let us know if you have any questions.

If you have any questions, please feel free to contact me at (435) 781-3348.

Sincerely,

John Spencer

Environmental/Senior Mining Engineer

Simplot Phosphates LLC